UNITED STATES DISTRICT COURT

FOR THE DISTRICT OF NEW MEXICO

IN RE: SANTA FE NATURAL TOBACCO COMPANY MARKETING & SALES PRACTICES AND PRODUCTS LIABILITY LITIGATION

This Document Relates to All Cases

LEAD CASE NO. MD 16-2695 JB/LF

NOTICE OF SUPPLEMENTAL AUTHORITY

Plaintiffs notify the Court of *In Re: Kind LLC "Healthy and All Natural" Litigation*, ____ F.R.D.____, 2021 WL 1132147 (S.D.N.Y. Mar. 24, 2021), where the court granted plaintiffs' motion for class certification in a deceptive labeling case.

There, the court held plaintiffs met the implied, but not demanding, ascertainability requirement where the proposed classes included "anyone who purchased one of 39 KIND products that Plaintiffs allege contain false advertising." *Id.*, at *6. (emphasis added). The court rejected defendant's concern that the class structure did not require class members to provide receipts as proof of purchase. The court held: "Imposing a receipt requirement would severely constrict consumer class actions where most consumers do not keep receipts because the purchase price is low and part of a minerun retail transaction."

As for Rule 23(b)(3)'s requirements on materiality, the court noted "[t]he operative issue on class certification is whether the <u>question</u> of materiality predominates, not whether Plaintiffs' answer is correct." *Id.* at *10 (rejecting defendant's argument that plaintiffs must – but could not – show that the label would mislead a reasonable consumer). In other words, the question is whether materiality *can be* determined classwide. The court found that "[g]eneralized proof as to what message the packaging conveys will satisfy the inquiry." *Id.*

The court also held that the plaintiffs' proposed damages models satisfied the proof of injury requirement even though the expert had yet to run the models. *Id.* at *13. There, the plaintiff's expert proposed two methods, hedonic regression and conjoint analysis, to ascertain the premium paid as a result of the false advertising. The court noted that *Comcast* does not require experts to perform their analyses at the class certification stage. *Id.* at *14. The court rejected defendant's additional concern that variations of the label meant that plaintiffs' damages model could not be coherent. The court reasoned that all purchasers were exposed to allegedly misleading advertising and therefore may have paid a premium, and that because the differences among the labels were slight, any difference in premium would be insignificant.

Dated: April 6, 2021

By /s/ Scott. P. Schlesinger
Scott P. Schlesinger
Jeffrey L. Haberman
Jonathan R. Gdanski
SCHLESINGER LAW OFFICES, P.A.
1212 SE Third Avenue

Ft. Lauderdale, FL 33316 Telephone: 954-467-8800

Email: scott@schlesingerlwaw.com Email: jhaberman@schlesingerlaw.com Email: jgdanski@schlesingerlaw.com Respectfully submitted,

By /s/ Melissa S. Weiner
Melissa S. Weiner
PEARSON, SIMON & WARSHAW, LLP
800 LaSalle Ave., Suite 2150
Minneapolis, MN 55402
Telephone: (612) 389-0600

Facsimile: (612) 389-0610 Email: mweiner@pswlaw.com

Matthew D. Shultz LEVIN, PAPANTONIO, ET AL. 316 S. Baylen St., Suite 600 Pensacola, FL 32502 Telephone: (850) 435-7140

Facsimile: (850) 436-6140 Email: mschultz@levinlaw.com

D. Greg Blankinship FINKELSTEIN, BLANKINSHIP, FREI-PEARSON & GARBER, LLP

One North Broadway, Suite 900 (914) 298-3290 Email: gblankinship@fbfglaw.com

Caleb Marker ZIMMERMAN REED LLP 2381 Rosecrans Avenue, Suite 328 Manhattan Beach, CA 90245 (877) 500-8780 Telephone (877) 500-8781 Facsimile Email: caleb.marker@zimmreed.com

Michael R. Reese REESE LLP 100 West 93rd Street, 16th Floor New York, New York 10025 Telephone: (212) 643-0500 Facsimile: (212) 253-4272 Email: mreese@reesellp.com

James W. Gustafson, Jr. SEARCY DENNEY SCAROLA BARNHART & SHIPLEY, P.A. The Towle House 517 North Calhoun Street Tallahassee, FL 32301 Telephone: (850) 224-7600 Email: gustafsonteam@searcylaw.com

Ronald A. Marron LAW OFFICES OF RONALD A. MARRON 651 Arroyo Drive San Diego, California 92103 Telephone: (619) 696-9006 Facsimile: (619) 564-6665 Email: ron@consumersadvocates.com

Daniel L. Warshaw PEARSON, SIMON & WARSHAW, LLP 15165 Ventura Blvd., Suite 400 Sherman Oaks, CA 91403 Telephone: (818) 788-8300

Facsimile: (818) 788-8104

Email: dwarshaw@pswlaw.com

Nancy R. Long LONG, KOMER & ASSOCIATES, P.A. 2200 Brothers Road Santa Fe, NM 87505-6903 Telephone: (505) 982-8405 Facsimile: (505) 982-8513

Charles J. LaDuca CUNEO GILBERT & LADUCA, LLP 4725 Wisconsin Avenue NW, Suite 200 Washington, DC 20016 Telephone: (202) 789-3960

Facsimile: (202) 589-1813 Email: claduca@cuneolaw.com

Email: nancy@longkomer.com

Counsel for Plaintiffs and Proposed Class Counsel

CERTIFICATE OF SERVICE

I hereby certify that on April 6, 2021, I served a copy of the foregoing on the Clerk of Court by CM/ECF, which will provide notification to all parties and counsel of record.

By: s/ Jeffrey L. Haberman Jeffrey L. Haberman